

# P<sub>2</sub> for Rx = \$ A New Waste Management Equation

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Presenter: Charlotte A. Smith, R. Ph.,

M.S.

Author: Catherine Zimmer, MS,BSMT



#### In Appreciation

THANK YOU to Catherine Zimmer and MNTAP

Ms. Zimmer

Clinical experience as a medical technology scientist

Hazardous waste inspector in MN Technical assistance for MN



#### MnTAP Overview

- Mission: assist MN business with pollution prevention, resource efficiency and cost savings.
- Grant funded through U of MN
- Non-regulatory
- Industry specialists
- Assistance types
  - Phone, site visit, presentations
  - Interns
  - Library, access to resources
  - Fact sheets, newsletter, website.



# Pharmaceutical Waste Management

- Hospitals improve management
- 50,000 lbs disposed as hazardous/pharmaceutical waste in 2005
  - Disposal not previously reported
- Costs increase
  - Abbott NW
  - \$30K to \$300K/yr
- MN Pollution Control Agency
  - No pharmaceutical disposal to wastewater
  - March 2008





# Rx2: MnTAP Pharmaceutical Waste Reduction Projects

- 2006-2007
- Intern program





#### Projects' Purpose

- Minimize environmental pollution
- Minimize potential health effects
- Reduce reverse distribution and sample waste
- Improve Inventory Management
- Reduce Costs
  - Compliance
  - -Waste Management



#### **Project Locations**

- Large Hospital
  - Hennepin County Medical Center (HCMC)
  - -~500 beds + research & teaching
- Small Hospital
  - Tri County (TCH), Wadena MN
  - 25 bed Critical Access
- Clinic System
  - Cook Area Health Services
    - 5 clinics



#### **Process Overview**

- Reverse Distribution manifests
  - Top 10 drugs wasted
  - -Crash box/cart and ambulances
- Sample and investigational drug waste





# Findings Overview

- Crash boxes
- Reverse Distribution
- "Top Ten"
  - Epi intracardiac
  - Glutose gel
  - Nitrostat
  - Lidocaine bags
  - Other crash box drugs
  - Epi amps
  - Glucagon kit
  - Hydralazine
  - Multiple dosage types
- Inventory Management
  - Computerized/Omni Cells
- Samples
  - Policies/Logs
  - Vouchers/Top Ten
- Reverse Distribution Oversight
- Investigational Drugs



#### Reverse Distribution Waste

- Costs
  - RD vendor, 9-30% of credit
  - Sorting costs
  - HCMC ~ 4%, \$150,000
  - TCH ~ 9%, \$60,500
  - Industry Average = 2%\*
- Potential Savings
  - HCMC = \$80,000
  - TCH = \$47,000





#### Crash Boxes/Carts

- Stock less crash boxes
  - Reduce number in pharmacy
    - 14 to 6
  - -\$3400 inventory reduction
  - –One time labor savings of \$250





#### Epinephrine Intracardiac Syringe

- Crash box and ER only
- 250 ordered; 4 used
  - 98% waste
- 13 lbs dual; 7.5 lbs hazardous
- Substitution with Epi Syringe
  - \$1.70/syringe cheaper
  - \$900 savings annually
  - Hazardous waste elimination

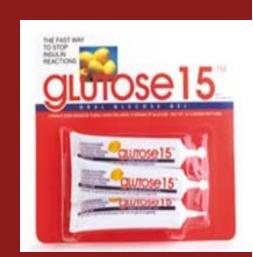






#### Glutose Gel 15 gm

- Only in crash box
- Cost of 1 Glutose 45=Cost of 3 Glutose 15
- Usual Dose 30 gm
- Substitution
  - Use only Glutose 15
  - Eliminates Glutose 45
  - Rotates through inventory faster
  - \$340 annual savings
  - 15 lbs waste reduced





# Nitrostat/Nitroglycerin Tabs

- Omnicells and crash box (HCMC)
- 3% waste (110 waste/3300 purchase)
- Recommendation
  - Eliminate 100 count bottles, switch to generic 25 ct
  - \$3.64/25 cheaper
  - Rotates through inventory faster
  - 3 months early
  - \$2920 annual savings



#### Lidocaine 2000mg/250 ml bags

- HCMC
  - Not routinely used
  - 98% waste
    - \$200 and 32 lbs
- TCH
  - 83% wasted
- Recommendation
  - Minimize inventory based on par usage



#### Other Crash Box Drugs

- 17 other drugs
- Routinely used throughout hospital
- Recommendation
  - -Return to pharmacy 3 months early
  - -\$4440 and 60 lbs (7 hazardous)
  - No added labor



#### Epinephrine 1mg/ml -1ml amps

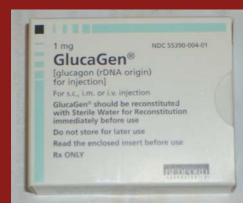
- Stocked almost everywhere
- HCMC: 14% waste (157/1100)
- TCH: 37% waste (40/109)
- Recommendation
  - Par Usage assessment
    - \$50 but 157 P-listed hazardous ampules
    - TCH: 7 lbs P-listed waste
      - LQG status avoided
      - − ~ \$8000 training costs



#### Glucagon Emergency Kit

- Emergency Medical Service (Ambulance) and Jail only (HCMC)
- 165 purchased; 30 wasted
  - 18% waste
- Substitution
  - \$10.77/package cheaper
  - 61% package weight reduction
  - \$3010 savings







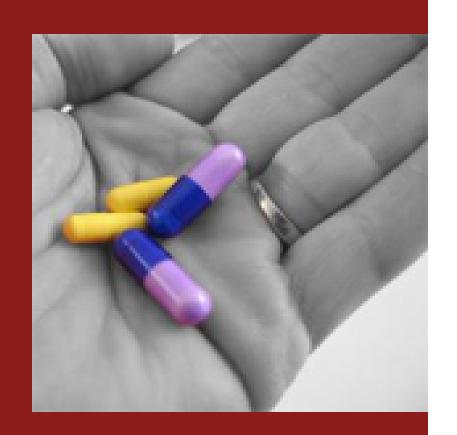
#### Hydralazine 20mg/ml 1 ml vial

- Not stocked everywhere (large quantities some places)
- 2800 purchased; 183 wasted
  - -6% waste
- Recommendation
  - -Par vs. Usage report
    - \$1440 annual savings



# Multiple Dosage Types

- Multiple dosages
  - \$6000 multiple dose returns/waste
- Recommendations
  - Standardization
  - Reduce stock
  - Potential reduction: 54 units
  - Medication: \$1466
  - Disposal: \$171
  - Storage
  - Total: \$1637





#### Omnicells (HCMC)

- Drug distribution stations
- Ability to track expiration dates
  - 3 month early expiration report
- Recommendation
  - Stock rotation
    - Expensive items
    - Not practical for every drug
  - Par-use reports(2%)
    - \$66K/yr potential savings

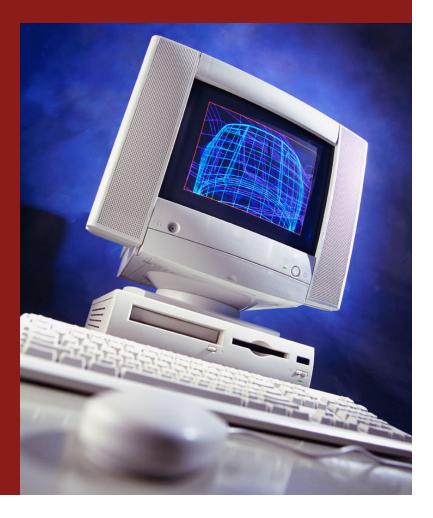




# Purchasing/Inventory Management

Waste: 1786 full units

- Computerized system
  - Quadramed
    - Par use reports
    - Reorder list
    - Labeling hazardous materials
    - Price comparison
- Reduce waste 1385 units
   Savings
  - Costs:
    - Updating \$416
    - System usage \$7200
  - Net savings ~\$38,000





### Inventory system cont...

- Total loss from waste: \$60,500
  - -Reduce from 9% to 2% waste
- Savings:
  - -Reduce waste by 1385 units
  - Gross savings: \$46,889
  - –Costs: Updating \$416
  - System usage \$7200



#### Sample Waste

- HCMC
  - 210 lbs annually, \$520 disposal
  - 25% dropped off expired within 2 months
  - Not all sources known or tracked
- Recommendations
  - Sample log
    - Purchasing
    - Implemented
  - Sample policy
    - 1 year dating



#### Sample Waste

- Cook Area Health Services
  - 22 pounds/yr
  - \$16,000 retail value/yr
    - \$5.00/Pt
  - Disposal + training \$6000/yr
    - \$1.00/pt (0.2%)
- Recommendations
  - Retain Top Ten samples used
  - Voucher system for remainder





## Self Sorting Waste

- TCH
  - self sorting by pharmacy staff
    - track waste
    - Costs avoided ~\$2400 annually
- HCMC
  - Current process w/reverse distributor
  - Box/forms
  - 2.5% for on-site (\$4100)
  - Awareness of what is being returned
    - Buy less
  - Waste management incentive
  - Find hazardous waste and in-dated items
  - \$3230/yr net savings





#### Investigational Drug Waste

- 26 lbs
- Many sponsors won't take back drugs
- Recommendation
  - Investigational Drug Policy
    - Disposed of as hazardous waste
    - Small quantity generator \$25
    - Large quantity generator \$50



#### **Summary Savings & Reduction**

- Potential
  - HCMC
    - \$23,500-\$89,500
    - 49 lbs of hazardous waste
      - 22,000 100 mg doses
    - 340 lbs of drug waste
      - 154,000 100 mg doses
  - TCH
    - \$57,473
    - Avoid LQG
  - Cook Clinics
    - 22 pounds or ~10,000 100 mg doses
    - ~\$3000 disposal costs
      - \$1.00/ patient
    - \$16,000 retail value
    - Avoid LQG
      - Training cost avoided ~\$2300/yr



### **Actual Savings & Reduction**

- HCMC
  - Implemented
    - Omnicell/inventory
    - Reverse Distribution management (~\$4K)
    - Total savings ~\$80,000 annually
- TCH
  - Partial implementation inventory
    - \$25K savings
    - Minimized multiple dosage types
  - Implemented
    - Self sorting waste \$2.4K
    - Crash cart reduction \$1.4
  - Total \$30K savings
- Cook Clinics
  - Sample/Voucher combination
  - \$6000 cost avoided
  - Retail value samples ~\$20,000



#### More Pharmaceutical P2\*

- Improve health
  - Minimize drug use
- Encourage alternative therapies
- Minimize drug use in animal production
- Extend shelf life
- Ecotoxicology studies
- Improve dosing accuracy
- Patient dosing records

\*Daughton, C., Cradle to Cradle Stewardship of Drugs Minimizing Environmental Disposition While Promoting Human Health, Env Hlth Persp: 111:5:775-785, 2003. <a href="https://www.epa.gov/nerlesd1/chemistry/ppcp/images/green2.pdf">www.epa.gov/nerlesd1/chemistry/ppcp/images/green2.pdf</a>



#### Resources

- MnTAP Pharmaceutical Web page
  - http://mntap.umn.edu/health/pharm.htm
- Catherine Zimmer
  - zimme052@umn.edu
- Practice Green Health (fna H2E) Blueprint
  - http://www.h2eonline.org/docs/h2epharmablueprint41506.pdf



"Never doubt that a small group of thoughtful, committed citizens can change the world. Indeed, it's the only thing that ever has".

**Margaret Mead**